14 December 1981

MEMORANDUM FOR: Executive Officer to the DDA

FROM: Edward L. Sherman
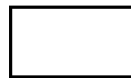   Director of Finance

SUBJECT: Comments on DCI Annual Report to Congress

        John:

      We have only one concern that we would like to see expressed
in the DCI's next report. It is our belief that the Agency as a
whole and the DDA in particular is short of systems design,
development and maintenance resources by a lot, and we foresee
problems arising if the Agency is not able to catch up with this
need. We suggest the following statement:

          "Because of limited resources over the past decade,
          CIA has not been able to make maximum use of
          technology dealing with data processing. At
          present many data systems in the Agency are only
          partially automated and most such systems are
          approaching obsolescence. The Agency is in
          need of a substantial increase in funds and
          personnel if it is to keep pace with modern
          management of information."

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                              Edward L. Sherman